

RESOLUTION NO. 87-172

AWARD - CONTRACT FOR STANDBY GENERATOR REPLACEMENT
AT PUBLIC SAFETY BUILDING, 230 W. ELM STREET

WHEREAS, in answer to notice duly published in accordance with law and the order of this City Council, sealed bids were received and publicly opened by the City Clerk of this City on November 25, 1987 at 11:00 a.m. for the contract for the Standby Generator Replacement at the Public Safety Building, 230 W. Elm Street, described in the specifications therefor approved by the City Council November 4, 1987; and

WHEREAS, said bids have been compared, checked and tabulated and a report thereof filed with the City Manager as follows:

<u>Bidder</u>	<u>Location</u>	<u>Amount</u>
Collins Electrical Co.	Stockton	\$81,888

WHEREAS, the City engineering staff met with Collins Electrical Co., and two of Collins Company's subcontractors and reviewed the project and a number of items were clarified, resulting in a change order that will reduce the project cost by \$3,015 and will be signed after the contract is awarded, and based on these discussions and the fact that the estimate did not allow for asbestos removal, it was recommended that the project be awarded; and

WHEREAS, as an alternative to a standard contract, the generator supplier offered a lease purchase agreement, although Collins Electrical Co. will continue to be the prime contractor, and does agree to the arrangement; and

WHEREAS, the City Finance Director has reviewed the terms of the agreement (5 years @ 7.5%) and finds them to be appropriate; and

WHEREAS, the City Manager recommends that award for the contract which contract shall be a lease purchase agreement, for Standby Generator Replacement at Public Safety Building, 230 W. Elm Street, be made to the only bidder, Collins Electrical Co.;

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Lodi that award of contract which shall be a lease purchase agreement for Standby Generator Replacement at Public Safety Building, 230 W. Elm Street, be and the same is hereby made to Collins Electrical Co., the only bidder, in the amount of \$81,888.

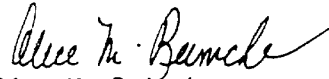
Dated: December 16, 1987

I hereby certify that Resolution No. 87-172 was passed and adopted by the City Council of the City of Lodi in a regular meeting held December 16, 1987 by the following vote:

Ayes: Council Members - Pinkerton, Reid, Snider and
Olson (Mayor)

Noes: Council Members - None

Absent: Council Members - Hinchman



Alice M. Reimche
City Clerk

87-172

RES87172/TXTA.01V



CITY OF LODI

PUBLIC WORKS DEPARTMENT

COUNCIL COMMUNICATION

TO:	City Council	Project Data
		Originally Budgeted: 1987
FROM:	City Manager	Budgeted Fund: General Fund
		Amount Budgeted: \$61,000
MEETING DATE:	December 16, 1987	Total Project Estimate: \$82,000
		Bid Opening Date: 11/25/87
AGENDA TITLE:	Award Contract for Standby Generator Replacement at Public Safety Building, 230 W. Elm Street	

RECOMMENDED ACTION: That the City Council award the contract for the above project to Collins Electrical Company and authorize the City Manager to enter into a lease-purchase agreement for the project and transfer funds between appropriate accounts.

BACKGROUND INFORMATION: This project includes the removal of the existing 1941 gasoline engine and generator assembly (including asbestos insulation), the installation of a new diesel powered engine, generator with controls and wiring to the building's transfer electrical switching gear.

Plans and specifications for this project were approved on November 4, 1987.

The City received the following bid for this project:

<u>BIDDER</u>	<u>LOCATION</u>	<u>BID</u>
Estimate		\$59,000
Collins Electrical Co.	Stockton	\$81,888

City engineering staff met with Collins Electrical Co., McLaughlin Co. (asbestos removal subcontractor), Valley Mechanical (plumbing subcontractor), and Engine Power Co. (generator supplier). The project was reviewed and a number of items were clarified. The result is a change order that will reduce the project cost by \$3,015 and will be signed after the contract is awarded. Based on these discussions and the fact that the estimate did not allow for asbestos removal, it is recommended the project be awarded.

As an alternative to a standard contract, the generator supplier offered a lease-purchase agreement. Collins Electrical will still be the prime contractor and they have no problem with the arrangement. The Finance Director has reviewed the terms of the agreement (5 years @ 7.5%) and feels it would be appropriate for the City to take advantage of their offer.

APPROVED:


THOMAS A. PETERSON, City Manager

FILE NO.